MobileERP AI Copilot GRC System => Governance Risk and Compliance

Governance, Risk, and Compliance (GRC) is a comprehensive approach that organizations adopt to ensure effective management across three critical practices: **governance**, **risk management**, and **compliance**. GRC ensures that an organization operates efficiently, manages risks effectively, and remains compliant with applicable laws and regulations. It involves everyone from entry-level employees to the C-suite, fostering a holistic approach to organizational success.

Governance: The processes established and executed by directors (or the board of directors) to manage and lead the organization toward its goals. Organization processes and user rights needs to be controlled at all the levels.

Risk Management: Predicting and managing risks that could hinder achieving objectives under uncertainty. **FMEA** Failure Mode Effect Analysis is used to manage and mitigate Risk.

Compliance: Adhering to both mandated boundaries (laws and regulations) and voluntary boundaries (company policies, procedures, etc.). Proper Audit Policy is developed and followed. Accounts are audited and audit trails are maintained as per government and ISO Standards requirements.

Why GRC Matters:

- **Efficiency**: GRC synchronizes information and activities across governance, risk management, and compliance.
- **Information Sharing**: It enables effective information sharing within the organization.
- **Avoiding Overlaps**: By avoiding wasteful overlaps, GRC optimizes operational costs.
- **Real-Time Reporting**: A coordinated GRC approach allows real-time executive reporting.

Challenges Without GRC:

When managed independently, overlapping GRC activities lead to substantial duplication of tasks.